

197—8.1(534) Definitions.

8.1(1) A negotiable order of withdrawal account (NOW) is a share (savings) account on which dividends (interest) are paid, from which the owner may make withdrawals by negotiable or transferable instruments for the purpose of making transfers to third parties. A NOW account must consist solely of funds in which the entire beneficial interest is held by one or more individuals or by an organization which is operated primarily for religious, philanthropic, charitable, educational, fraternal or other similar purposes and which is not operated for profit. Subject to restrictions contained in the Code of Iowa, a NOW account may also consist of deposits of public funds by an officer, employee or agent of the United States, and any county, municipality or political subdivision of the state of Iowa.

8.1(2) An association is the same as defined under Iowa Code section 534.102(2).

8.1(3) A share account is the same as defined in Iowa Code section 534.102(27).

8.1(4) A dividend is defined under Iowa Code section 534.102(6).

8.1(5) A commercial NOW account is the same as defined under Iowa Code section 534.209(6).

8.1(6) A demand account is a noninterest bearing savings account from which the owner may make withdrawals by negotiable or transferable instruments for the purpose of making transfers to third parties.